

One Hundred Eighth Congress
of the
United States of America

AT THE SECOND SESSION

*Begun and held at the City of Washington on Tuesday,
the twentieth day of January, two thousand and four*

An Act

To amend section 340E of the Public Health Service Act (relating to children's hospitals) to modify provisions regarding the determination of the amount of payments for indirect expenses associated with operating approved graduate medical residency training programs.

*Be it enacted by the Senate and House of Representatives of
the United States of America in Congress assembled,*

**SECTION 1. DISREGARD OF NEWBORN BASSINETS IN CALCULATING
CASE MIX FOR RECEIPT BY CHILDREN'S HOSPITALS OF
FUNDING FOR GRADUATE MEDICAL EDUCATION PRO-
GRAMS.**

(a) IN GENERAL.—Section 340E(d) of the Public Health Service Act (42 U.S.C. 256e(d)) is amended—

(1) in paragraph (1), by striking “related to” and inserting “associated with”; and

(2) in paragraph (2)(A)—

(A) by inserting “ratio of the” after “hospitals and the”; and

(B) by inserting at the end before the semicolon “to beds (but excluding beds or bassinets assigned to healthy newborn infants)”.

(b) EFFECTIVE DATE.—The amendments made by subsection (a) shall apply to payments for periods beginning with fiscal year 2005.

Speaker of the House of Representatives.

*Vice President of the United States and
President of the Senate.*